POINT FOUNDATION
Compilation Financial Statement
April 30, 1981

HANCOCK & ANDERSON

CERTIFIED PUBLIC ACCOUNTANTS

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Ronald T. Anderson, CPA

Mrs. Andrea Sharp
POINT FOUNDATION
P.O. Box 428
Sausalito, CA 94965

Dear Mrs. Sharp:

The accompanying balance sheet of POINT FOUNDATION as of April 30 1981, and the related Statements of Income and Expenditures, Fund Balance, Publication Division Income and Expenditures and Changes in Financial Position for the year then ended have been compiled by us.

A compilation is limited to presenting, in the form of Financial Statements, information that is the representation of management. We have not audited or reviewed the accompanying Financial Statements, and accordingly, do not express an opinion or any other form of assurance on them.

Hancock & Anderson

HANCOCK & ANDERSON
CERTIFIED PUBLIC ACCOUNTANTS

Cupertino, California
August 6, 1981

POINT FOUNDATION

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POINT FOUNDATION
Balance Sheet
April 30, 1981
(Unaudited)

ASSETS

Current Assets	
Cash in bank	$ 13,822
Dreyfus Liquid asset fund (note 6)	59,580
Accounts receivable - Books & CoEvolution Quarterly	36,968
Accounts receivable - Random house (NWEC)	165,424
Accounts receivable - miscellaneous	657
Inventory - Published materials at estimated cost -Note 1	48,089
Prepaid interest - current	626
Total Current Assets	325,166
Fixed Assets, at cost - Note 2	
Furniture & equipment	13,256
Camera equipment	1,040
	14,296
Less allowance for depreciation	4,126
	10,170
Other Assets	
Investments - Note 3	3,901
Prepaid interest	836
Security deposit	1,144
	5,881
	$341,217

LIABILITIES

Current Liabilities	
Accounts payable - Trade	$ 143
Accounts payable - art zone (Note 6)	19,945
Subscription advances - current	261,568
Equipment contract payable - current - Note 4	2,635
Payroll taxes payable	2,762
Total Current Liabilities	287,053
Long-Term Liabilities	
Subscription advances	319,908
Equipment contract payable - Note 4	7,166
	327,074
Less current portion	264,203
	62,871
Fund Deficit	(8,707)
	$341,217

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POINT FOUNDATION
Statement of Changes in Financial Position
For the Year Ended April 30, 1981
(Unaudited)

Source of Funds	
Working Capital from operations	$ 53,018
Add changes to income not requiring current use of working capital: depreciation	1,457
	54,475
Book value of investments sold	19,375
Increase in subscription advances long-term	7,910
Decrease in prepaid interest	626
	82,386
Application of Funds	
Investment appreciation	945
Acquisition of fixed assets	233
Security deposit	1,144
Reduction in equipment contracts payable	2,636
	4,958
Increase in Working Capital	$ 77,428
Changes in Components of Working Capital	
Increase (Decrease) in Current Assets	
Cash	$(12,326)
Dreyfus Liquid asset fund	49,180
Accounts receivable - books & magazines	(1,075)
Accounts receivable - Random House	165,424
Accounts receivable - miscellaneous	457
Inventory	(29,767)
	171,893
Increase (Decrease) in Current Liabilities	
Accounts payable - trade	19,600
Payroll taxes payable	(1,153)
Subscription advances - current	76,018
	94,465
Increase in Working Capital	$ 77,428

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Exhibit A

POINT FOUNDATION
PUBLICATION DIVISION
Income and Expenditures
For the Quarter Ended April 30, 1981
(Unaudited)

	Co-Evolution Quarterly & Epilog	Next Whole Earth Catalog	Total
INCOME			
Sales			
General - Net of publishers cost	$138,906	$102,912	$241,818
Maps, posters & T-shirts	8,845	-	8,845
Co-Evolution books	-	-	-
	147,751	102,912	250,663
COST OF SALES			
Next Whole Earth Catalog	-	64,450	64,450
Maps, posters & T-shirts	2,786	-	2,786
Co-Evolution books	-	-	-
Printing	34,009	-	34,009
Operations	7,490	-	7,490
Distributing & Mailing	21,188	-	21,188
Editing	10,953	-	10,953
Production supplies	1,894	-	1,894
	78,320	64,450	142,770
EXCESS PUBLICATION INCOME	$ 69,431	$ 38,462	$107,893
OPERATING EXPENSES			
Salaries			$ 38,084
Rent & utilities			5,693
Telephone			1,980
Promotions			834
Travel & auto expense			452
Payroll taxes			1,717
Research			1,662
Refunds			990
Office supplies & expenses			3,754
Insurance			3,385
Postage			5,259
Total Operating Expenses			63,810
EXCESS PUBLICATION INCOME			$ 44,083

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Exhibit B

POINT FOUNDATION
PUBLICATION DIVISION
Income and Expenditures
For the Year Ended April 30, 1981

	Co-Evolution Quarterly & Epilog	Next Whole Earth Catalog	Total
INCOME			
SALES			
General - Net publishers cost	$427,193	$307,598	$734,791
Maps, posters & miscellaneous	47,182	-	47,182
Co-Evolution books	5,553	-	5,553
	479,928	307,598	787,526
COST OF SALES			
Next Whole Earth Catalog	-	253,760	253,760
Maps, posters & T-shirts	8,514	-	8,514
Co-Evolution books	7,196	-	7,196
Printing	93,023	-	93,023
Operations	17,949	-	17,949
Distributing & mailing	94,339	-	94,339
Editing	29,537	-	29,537
Production supplies	7,105	-	7,105
	257,663	253,760	511,423
EXCESS PUBLICATION INCOME	$222,265	$ 53,838	$276,103
OPERATING EXPENSES			
Salaries			$130,305
Rent & utilities			18,693
Telephone			5,206
Promotions			21,280
Travel & automobile expense			1,878
Sales tax			835
Payroll taxes			3,264
Research			4,747
Refunds			2,226
Office supplies & expenses			11,418
Insurance			5,842
Postage			20,396
Total Operating Expenses			226,090
EXCESS PUBLICATION INCOME			$ 50,013

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NOTES TO FINANCIAL STATEMENTS
POINT FOUNDATION
April 30, 1981
(Unaudited)

NOTE 1 INVENTORIES

Value of existing inventories of published materials is calculated at estimated cost on a first-in, first-out basis. The foundation has elected to write-off writing and editing costs of its book, The Next Whole Earth Catalog, on a cost recovery basis calculated on 100% of the receipts of the publication. As of April 30, 1981, all costs were recovered and no inventory valued is being carried on the books. The inventory as of April 30, 1981 is as follows:

Inventory at April 30, 1981 for Co-Evolution Quarterly	$42,781

NOTE 2 DEPRECIATION

Depreciation is calculated on a straight-line basis using the following useful lives:

General Office Furniture & Equipment	5-10 Years
Camera Equipment	10 Years

NOTE 3 INVESTMENTS

STOCK	COST	RESERVE FOR LOSSES	VALUE
1) 30,000 Zome Work Corp.	$30,000	$26,100	$3,900
2) TvTv Stock	10,000	9,999	1
Total Investments	$40,000	$36,099	$3,901

NOTE 4 EQUIPMENT CONTRACT PAYABLE

The foundation pays $220 per month to International Business Machines for an IBM composer. The contract is secured by the equipment. The balance due on the loan at April 30, 1981 is $7,166.

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NOTES TO FINANCIAL STATEMENTS
POINT FOUNDATION
April 30, 1981
(Unaudited)

NOTE 5 OPERATING LEASES

The Foundation is leasing office equipment at a monthly rental amount of $51. This lease agreement continues until February 10, 1982.

NOTE 6 DREYFUS LIQUID ASSET FUND

The Foundation is holding in trust $19,945 as of April 30, 1981 in its Dreyfus Liquid Asset Fund account for the use of Art Zone. An appropriate liability for this amount has been recorded.